Amendments to the Claims:

This listing of claims will replace all prior versions, and listings, of claims in the application:

Listing of Claims:

1-41. (Cancelled)

42. (Currently Amended) A method of treating <u>arthritis</u>, an <u>inflammatory</u> disease, comprising administering to a patient in need thereof an effective amount of a pharmaceutical composition comprising a compound of the following formula:

$$R^{1} X - (CH_{2})_{n} \xrightarrow{Q} A - N \xrightarrow{Q} B$$

Formula I

wherein:

n is 0 or 1;

q is 1;

X is O or NH;

A is a natural or unnatural amino acid of Formula IIa-i:

B is a hydrogen atom, a deuterium atom, C_{1-10} straight chain or branched alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, substituted naphthyl, 2-benzoxazolyl, substituted 2-oxazolyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), $(CH_2)_m$ (1 or 2-naphthyl), $(CH_2)_m$ heteroaryl, halomethyl, CO_2R^{13} , $CONR^{14}R^{15}$, CH_2ZR^{16} , $CH_2OCO(aryl)$, $CH_2OCO(substituted aryl)$, $CH_2OCO(substituted heteroaryl)$, or $CH_2OPO(R^{17})R^{18}$, where Z is an oxygen or a sulfur atom, or B is a group of the Formula IIIa-c:

R¹ is substituted phenyl, naphthyl, or substituted naphthyl;

 $R^2 \ \ is \ \ hydrogen, \ lower \ alkyl, \ (CH_2)_pCO_2R^3, \ (CH_2)_m(substituted \ phenyl),$ $(CH_2)_m(1 \ or \ 2-naphthyl), \ or \ (CH_2)_mtetrazolyl;$

R³ is hydrogen or lower alkyl;

and wherein:

R⁴ is alkyl, cycloalkyl, phenyl, substituted phenyl, (CH₂)_mNH₂, (CH₂)_mNHCOR¹⁰, (CH₂)_mN(C=NH)NH₂, (CH₂)_pCO₂R³, (CH₂)_pOR¹¹, (CH₂)_pSR¹², (CH₂)_mcycloalkyl, (CH₂)_mphenyl, (CH₂)_m(substituted phenyl), (CH₂)_m(1 or 2-naphthyl), or (CH₂)_mheteroaryl, wherein heteroaryl includes (but is not limited to) pyridyl, thienyl, furyl, thiazolyl, imidazolyl, pyrazolyl, isoxazolyl, pyrazinyl, pyrimidyl, triazinyl, tetrazolyl, and indolyl;

 R^{4a} is hydrogen, or methyl, or R^4 and R^{4a} taken together are -(CH₂)_d-where d is an interger from 2 to 6;

R⁵ is phenyl, substituted phenyl, (CH₂)_pphenyl, (CH₂)_p(substituted phenyl), cycloalkyl, or benzofused cycloalkyl;

R⁶ is hydrogen, alkyl, cycloalkyl, phenyl, substituted phenyl, (CH₂)_mcycloalkyl, (CH₂)_mphenyl, (CH₂)_m(substituted phenyl), or (CH₂)_m(1 or 2-naphthyl);

R⁷ is hydrogen, fluorine, oxo, alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, (CH₂)_mcycloalkyl, (CH₂)_mphenyl, (CH₂)_m(substituted phenyl), (CH₂)_m(1 or 2-naphthyl), OR¹¹, SR¹², or NHCOR¹⁰;

 R^8 is hydrogen, oxo, alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), or $(CH_2)_m$ (1 or 2-naphthyl);

 R^9 is alkyl, cycloalkyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), $(CH_2)_m$ (1 or 2-naphthyl), or COR^{10} ;

 R^{10} is hydrogen, alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), $(CH_2)_m$ (1 or 2-naphthyl), OR^{13} , or $NR^{14}R^{15}$;

R¹¹ is hydrogen, alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, (CH₂)_mcycloalkyl, (CH₂)_mphenyl, (CH₂)_m(substituted phenyl), or (CH₂)_m(1 or 2-naphthyl);

R¹² is alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, (CH₂)_mcycloalkyl, (CH₂)_mphenyl, (CH₂)_m(substituted phenyl), or (CH₂)_m(1 or 2-naphthyl);

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Application No. 09/912,674 Reply to Office Action mailed March 7, 2006

 $R^{13} \quad is \quad alkyl, \quad cycloalkyl, \quad (CH_2)_m cycloalkyl, \quad (CH_2)_m phenyl, \\ (CH_2)_m (substituted phenyl), \, or \, (CH_2)_m (1 \, or \, 2\text{-naphthyl});$

 R^{14} is hydrogen, alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, substituted naphthyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), or $(CH_2)_m$ (1 or 2-naphthyl);

R¹⁵ is hydrogen or alkyl; or

R¹⁴ and R¹⁵ taken together form a five, six or seven membered carbocyclic or heterocyclic ring, such as morpholine or N-substituted piperazine;

 R^{16} is phenyl, substituted phenyl, naphthyl, substituted naphthyl, heteroaryl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), $(CH_2)_m$ (1 or 2-naphthyl), or $(CH_2)_m$ heteroaryl;

R¹⁷ and R¹⁸ are independently alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, or phenylalkyl, substituted phenylalkyl, or (cycloalkyl)alkyl;

 R^{19} and R^{20} are independently hydrogen, alkyl, phenyl, substituted phenyl, $(CH_2)_m$ phenyl, or $(CH_2)_m$ (substituted phenyl), or R^{19} and R^{20} taken together are -(CH=CH)₂-;

 R^{21} is hydrogen, alkyl, phenyl, substituted phenyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl);

R²², R²³ and R²⁴ are independently hydrogen or alkyl;

 Y^1 is CH_2 , $(CH_2)_2$, $(CH_2)_3$, or S;

Y² is O or NR²⁴;

 Y^3 is CH₂, O, or NR²⁴;

a is 0 or 1 and b is 1 or 2, provided that when a is 1 then b is 1;

c is 1 or 2, provided that when c is 1 then a is 0 and b is 1;

m is 1, 2, 3 or 4; and

p is 1 or 2;

or a pharmaceutically acceptable salt thereof, in combination with a pharmaceutically acceptable carrier.

43-50. (Cancelled)

51. (New) A method of treating hepatitis, comprising administering to a patient in need thereof an effective amount of a pharmaceutical composition comprising a compound of the following formula:

$$R^{1} = X - (CH_{2})_{n}$$

$$R^{2} = A - N$$

$$O$$

$$O$$

$$B$$

Formula I

wherein:

n is 0 or 1;

q is 1;

X is O or NH;

A is a natural or unnatural amino acid of Formula IIa-i:

B is a hydrogen atom, a deuterium atom, C_{1-10} straight chain or branched alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, substituted naphthyl, 2-benzoxazolyl, substituted 2-oxazolyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), $(CH_2)_m$ (1 or 2-naphthyl), $(CH_2)_m$ heteroaryl, halomethyl, CO_2R^{13} , $CONR^{14}R^{15}$, CH_2ZR^{16} , $CH_2OCO(aryl)$, $CH_2OCO(substituted aryl)$, $CH_2OCO(beteroaryl)$, $CH_2OCO(substituted heteroaryl)$, or $CH_2OPO(R^{17})R^{18}$, where Z is an oxygen or a sulfur atom, or B is a group of the Formula IIIa-c:

R¹ is substituted phenyl, naphthyl, or substituted naphthyl;

 R^2 is hydrogen, lower alkyl, $(CH_2)_pCO_2R^3$, $(CH_2)_m$ (substituted phenyl), $(CH_2)_m$ (1 or 2-naphthyl), or $(CH_2)_m$ tetrazolyl;

R³ is hydrogen or lower alkyl;

and wherein:

R⁴ is alkyl, cycloalkyl, phenyl, substituted phenyl, (CH₂)_mNH₂, (CH₂)_mNHCOR¹⁰, (CH₂)_mN(C=NH)NH₂, (CH₂)_pCO₂R³, (CH₂)_pOR¹¹, (CH₂)_pSR¹², (CH₂)_mcycloalkyl, (CH₂)_mphenyl, (CH₂)_m(substituted phenyl), (CH₂)_m(1 or 2-naphthyl), or (CH₂)_mheteroaryl, wherein heteroaryl includes (but is not limited to) pyridyl, thienyl, furyl, thiazolyl, imidazolyl, pyrazolyl, isoxazolyl, pyrazinyl, pyrimidyl, triazinyl, tetrazolyl, and indolyl;

 R^{4a} is hydrogen, or methyl, or R^4 and R^{4a} taken together are -(CH₂)_d-where d is an interger from 2 to 6;

 R^5 is phenyl, substituted phenyl, $(CH_2)_p$ phenyl, $(CH_2)_p$ (substituted phenyl), cycloalkyl, or benzofused cycloalkyl;

R⁶ is hydrogen, alkyl, cycloalkyl, phenyl, substituted phenyl, (CH₂)_mcycloalkyl, (CH₂)_mphenyl, (CH₂)_m(substituted phenyl), or (CH₂)_m(1 or 2-naphthyl);

 R^7 is hydrogen, fluorine, oxo, alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), $(CH_2)_m$ (1 or 2-naphthyl), OR^{11} , SR^{12} , or $NHCOR^{10}$;

 R^8 is hydrogen, oxo, alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), or $(CH_2)_m$ (1 or 2-naphthyl);

 R^9 is alkyl, cycloalkyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), $(CH_2)_m$ (1 or 2-naphthyl), or COR^{10} ;

 R^{10} is hydrogen, alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), $(CH_2)_m$ (1 or 2-naphthyl), OR^{13} , or $NR^{14}R^{15}$:

R¹¹ is hydrogen, alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, (CH₂)_mcycloalkyl, (CH₂)_mphenyl, (CH₂)_m(substituted phenyl), or (CH₂)_m(1 or 2-naphthyl);

R¹² is alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, (CH₂)_mcycloalkyl, (CH₂)_mphenyl, (CH₂)_m(substituted phenyl), or (CH₂)_m(1 or 2-naphthyl);

 R^{13} is alkyl, cycloalkyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), or $(CH_2)_m$ (1 or 2-naphthyl);

 R^{14} is hydrogen, alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, substituted naphthyl, $(CH_2)_m$ cycloalkyl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), or $(CH_2)_m$ (1 or 2-naphthyl);

R¹⁵ is hydrogen or alkyl; or

R¹⁴ and R¹⁵ taken together form a five, six or seven membered carbocyclic or heterocyclic ring, such as morpholine or N-substituted piperazine;

 R^{16} is phenyl, substituted phenyl, naphthyl, substituted naphthyl, heteroaryl, $(CH_2)_m$ phenyl, $(CH_2)_m$ (substituted phenyl), $(CH_2)_m$ (1 or 2-naphthyl), or $(CH_2)_m$ heteroaryl;

R¹⁷ and R¹⁸ are independently alkyl, cycloalkyl, phenyl, substituted phenyl, naphthyl, or phenylalkyl, substituted phenylalkyl, or (cycloalkyl)alkyl;

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R^{19} \text{ and } R^{20} \text{ are independently hydrogen, alkyl, phenyl, substituted phenyl,} \\ (CH_2)_m \text{(substituted phenyl), or } R^{19} \text{ and } R^{20} \text{ taken together are -(CH=CH)_2-;} \\ R^{21} \text{ is hydrogen, alkyl, phenyl, substituted phenyl, } (CH_2)_m \text{(phenyl, } (CH_2)_m \text{(cH_2)_m}), \\ (CH_2)_m \text{(substituted phenyl);} \\ R^{22}, R^{23} \text{ and } R^{24} \text{ are independently hydrogen or alkyl;} \\ Y^1 \text{ is } CH_2, (CH_2)_2, (CH_2)_3, \text{ or } S; \\ Y^2 \text{ is O or } NR^{24}; \\ Y^3 \text{ is } CH_2, O, \text{ or } NR^{24}; \\ a \text{ is 0 or 1 and b is 1 or 2, provided that when a is 1 then b is 1;} \\ c \text{ is 1 or 2, provided that when c is 1 then a is 0 and b is 1;} \\ m \text{ is 1, 2, 3 or 4; and} \\ p \text{ is 1 or 2;} \end{aligned}
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or a pharmaceutically acceptable salt thereof, in combination with a pharmaceutically acceptable carrier.